

Pillsbury Winthrop Shaw Pittman LLP
Four Embarcadero Center, 22nd Floor | San Francisco, CA 94111-5998 | tel 415.983.1000 | fax 415.983.1200
MAILING ADDRESS: P.O. Box 2824, San Francisco, CA 94126-2824 | San Francisco, CA 94111-5998

Kenneth E. Keller tel: 415.983.1084 kenneth.keller@pillsburylaw.com

January 8, 2021

## VIA ECF

The Honorable Robert M. Levy United States District Judge Eastern District of New York 225 Cadman Plaza East Brooklyn, New York 11201

Re: AirWair International Ltd. v. Primark US Corp. and Primark Ltd.

Case No.: 1:19-cv-06189-LDH-RML

Dear Magistrate Judge Levy:

We are unfortunately forced to write the Court once again regarding the ongoing discovery disputes with Primark. As AirWair predicted in its correspondence to the Court on December 23, 2020 (Dkt No. 34) Primark is shirking its discovery obligations in order to avoid producing documents sought by AirWair. Although AirWair has the right to seek an order from the Court once Primark produces documents to share those documents with AirWair's inhouse counsel and/or to be allowed to introduce those documents in other proceedings, Primark appears to be delaying production of its documents to deprive AirWair of those rights.

Despite the entry of the confidentiality order by the Court on December 26, 2020, Primark indicated it would need over a week—until yesterday, January 5, 2021—to produce documents despite its prior representations that its documents were ready for production and would be produced as soon as the confidentiality order was entered.

Moreover, Primark's production of documents on Tuesday, January 5, 2021, was completely inadequate. It consisted of a grand total of 7 documents, which are comprised solely of heavily redacted purchase orders and invoices with Primark's foreign manufacturers. It is hard to imagine why Primark needed an additional 10 days from the entry of the confidentiality order to produce just over a handful of documents. Primark has now indicated it produced the documents in such heavily redacted form, without a privilege or redaction log, so that it could designate the documents "Confidential" and AirWair could share them with its in-house contact. These documents in their redacted form provide almost no information, and none of it useful for mediation. Primark has

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agreed to produce these documents in unredacted form with AEO designations. AirWair reserves its rights to challenge those designations.

Moreover, Primark previously indicated that it had documents which would address the crucial issue of its role in the design of the allegedly infringing footwear. However, none of the produced documents include any detail on design or the full supply chain for the shoes in question, information AirWair has informed both Primark and the Court that it needs in order to conduct a meaningful mediation in this case. <sup>1</sup> Primark has now changed its position once again on the issue of design, now claiming Primark Ltd. had no role in the design of the infringing shoes and merely purchased the shoes "off the shelf" from its Asian suppliers. Yet, Primark has provided no documents regarding the circumstances of its purchase or the full supply chain from design to distribution, all of which were repeatedly requested by AirWair. It is inconceivable that the sum total of documents related to the purchase of the shoes in question for a large company like Primark is seven documents. AirWair has stressed the importance for mediation of documents surrounding the design, purchase, distribution, and supply chain of the shoes in question. Yet none but heavily redactd (and therefore virtually useful) have been produced.

Further, Defendants have supplemented their interrogatory responses with only a modicum of new information. None of this new information is adequate to assess this case for mediation. For example, Primark provides the total gross revenues from the sale of the accused shoes and a net profit number but without any detail of how they were calculated. AirWair therefore has no ability to actually assess the accuracy of these numbers or what they are based on. And consistent with its document production, neither do the responses shed any light on the design of the accused shoes or Primark's full supply chain or even the circumstances surrounding the purchase of the shoes in question.

Additionally, Primark has inexplicably designated its gross revenues and expenses as AEO, shielding these critical and basic information from AirWair's in-house client contact. Only Primark's claimed net profit number was designated solely confidential, yet without any underlying documentation to substantiate the calculation. There is simply no basis for such over-designation, nor has Primark provided any other than asserting it is commercially sensitive information. AirWair has challenged that designation, but Primark has maintained it.

In short, Primark appears to be taking matters into its own hands to postpone any meaningful mediation by stonewalling in producing documents and information, despite representations for weeks that it was ready to produce responsive documents once the confidentiality order was entered. As noted, AirWair is currently meeting and conferring with Primark to provide the requested information and documentation. If it is not forthcoming, AirWair anticipates the need to obtain the Court's expedited assistance to ensure that Primark fulfills its discovery obligations. AirWair writes this letter to apprise the Court of this ongoing dispute and that AirWair anticipates the need to seek court

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<sup>&</sup>lt;sup>1</sup> In contrast, AirWair produced over 10,000 pages of responsive documents to Primark prior to and just after the entry of the confidentiality order.

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intervention if Primark is not immediately and fully compliant with its promises to produce the documents and information AirWair needs to meaningfully mediate this case. AirWair also needs these documents now so it can assess them and determine if it will seek an order from the Court to allow for introduction of these documents in other proceedings.

Respectfully submitted,

/s/ Kenneth E. Keller Kenneth E. Keller

cc: All Counsel of Record (via ECF)